GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Agriculture & Cooperation Department – Extend the Government Guarantee to the Andhra Pradesh State Co-operative Marketing Federation Ltd., (APMARKFED) for an amount of Rs.300.00 crores, for procurement of Coarse Grains & Pulses directly from the farmers to ensure MSP during the Khraif and Rabi 2020-21, subject to usual terms and conditions - Orders - Issued.

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AGRICULTURE & COOPERATION (Mktg.II) DEPARTMENT

G.O.RT.No. 251 Dated: 30-04-2021.
Read the following:

From the Managing Director, AP MARKFED, Vijayawada, Rc.No.P&M /BANKGUATANTEE /2020-21, dated 04.02.2021 and 28.04.2021.

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ORDER:

In the circumstances reported by the Managing Director, Andhra Pradesh State Cooperative Marketing Federation Ltd. (APMARKFED), Vijayawada in the references read above, Government after careful examination of the matter, hereby extend the Government Guarantee for an amount of Rs.300.00 Crores (Rupees Three Hundred Crores Only) along with provision for interest on the loan availed by Andhra Pradesh State Cooperative Marketing Federation Ltd. (APMARKFED) from the Banks for procurement of Coarse Grains & Pulses directly from the farmers to ensure MSP during the Kharif and Rabi 2020-21, subject to the following conditions and paying the Guarantee Commission from the Price Stabilization Fund.

1) The Govt. Guarantee is to be utilized/ drawn within in a period of one year from the date of issue of orders.

2) The Guarantee will be extended only for the Principal part and for the entire tenure of the loan period.

3) Payment of 2% Guarantee Commission on the Guaranteed amount.

4) Submission of repayment schedule of Principal and Interest along with the details such as Interest rate, tenure, moratorium period etc., and the Guarantee Challan Commission at the time of Guarantee Deed Signing by the Finance Department.

5) The Government Guarantee shall come into force in the event of failure to pay the obligation to the lending institution by the entity/ corporation.

6) The Deed shall not be valid unless it is signed by the authorized officer of the Finance Dept.

7) The repayment of Principal and Interest has to be done by the MARKFED only.

2. The Managing Director, AP MARKFED, Vijayawada shall take further necessary action accordingly in the matter.

3. This order is issued with the concurrence of Finance (FMU-A&C, AHDD&F, CS) Department, vide their U.O.No. FIN01-BUGT0CB/1/2021-CDM, Computer No: 1360020, dt: 22-03-2021.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

Y.MADHUSUDHANA REDDY,
PRINCIPAL SECRETARY TO GOVERNMENT

To
The Managing Director, AP MARKFED, Vijayawada.
Copy to:
The Commissioner and Director of Agricultural Marketing, A.P., Guntur.
Finance (FMU-A&C, AHDD&F, CS) Department.
P.S to Additional Secretary to Hon'ble Chief Minister.
P.S. to Hon'ble Minister (A&C, Mktg. and FP).
P.S. to Principal Secretary to Government (AM&C), A&C Dept.
SF/SC.

//FORWARDED :: BY ORDER//

SECTION OFFICER